

PSSB 5096 - S COMM AMD TO S-1047.5/21

[A.13]

By Committee on Ways & Means

On page 12, beginning on line 1, strike all of section 115 and insert the following:

"NEW SECTION. Sec. 115. All receipts from taxes, penalties, and interest collected under this chapter must be deposited in the taxpayer relief account hereby created in the state treasury. Beginning with property taxes levied for collection in 2024, and each year thereafter, the department must lower the state property tax rate under RCW 84.52.065 to reduce state property tax collections in an amount equal to the fund balance in the taxpayer relief account as of December 1 of the prior calendar year."

On page 12, after line 8, insert the following:

"Sec. 201. RCW 84.52.065 and 2019 c 411 s 1 are each amended to read as follows:

(1) Except as otherwise provided in this section, subject to the limitations in RCW 84.55.010 and the tax rate reduction required under section 115 of this act, in each year the state must levy for collection in the following year for the support of common schools of the state a tax of three dollars and sixty cents per thousand dollars of assessed value upon the assessed valuation of all taxable property within the state adjusted to the state equalized value in accordance with the indicated ratio fixed by the state department of revenue.

1 (2)(a) In addition to the tax authorized under subsection (1) of
2 this section, the state must levy an additional property tax for the
3 support of common schools of the state.

4 (i) For taxes levied for collection in calendar years 2018
5 through 2021, the rate of tax is the rate necessary to bring the
6 aggregate rate for state property tax levies levied under this
7 subsection and subsection (1) of this section to a combined rate of
8 two dollars and forty cents per thousand dollars of assessed value
9 in calendar year 2019 and two dollars and seventy cents per thousand
10 dollars of assessed value in calendar years 2018, 2020, and 2021.

11 The state property tax levy rates provided in this subsection
12 (2)(a)(i) are based upon the assessed valuation of all taxable
13 property within the state adjusted to the state equalized value in
14 accordance with the indicated ratio fixed by the state department of
15 revenue.

16 (ii) For taxes levied for collection in calendar year 2022 and
17 thereafter, the tax authorized under this subsection (2) is subject
18 to the limitations of chapter 84.55 RCW.

19 (b)(i) Except as otherwise provided in this subsection, all
20 taxes collected under this subsection (2) must be deposited into the
21 state general fund.

22 (ii) For fiscal year 2019, taxes collected under this subsection
23 (2) must be deposited into the education legacy trust account for
24 the support of common schools.

25 (3) For taxes levied for collection in calendar years 2019
26 through 2021, the state property taxes levied under subsections (1)
27 and (2) of this section are not subject to the limitations in
28 chapter 84.55 RCW.

29 (4) For taxes levied for collection in calendar year 2022 and
30 thereafter, the aggregate rate limit for state property taxes levied
31 under subsections (1) and (2) of this section is three dollars and
32 sixty cents per thousand dollars of assessed value upon the assessed
33 valuation of all taxable property within the state adjusted to the
34

1 state equalized value in accordance with the indicated ratio fixed
2 by the state department of revenue.

3 (5) For property taxes levied for collection in calendar years
4 2019 through 2021, the rate of tax levied under subsection (1) of
5 this section is the actual rate that was levied for collection in
6 calendar year 2018 under subsection (1) of this section.

7 (6) As used in this section, "the support of common schools"
8 includes the payment of the principal and interest on bonds issued
9 for capital construction projects for the common schools."

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11 Renumber the remaining sections consecutively and correct any
12 internal references accordingly.

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14 Correct the title

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| EFFECT: Deposits all revenues into the taxpayer relief account.
Beginning with state property taxes collected in 2024, reduces the
state property tax rate by an amount necessary to lower tax
collections by an amount approximately equal to the taxpayer relief
account fund balance as of December 1 of the prior year.

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